FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, D.C. 20426

July 27, 2005

In Reply Refer To: The Cincinnati Gas & Electric Company Docket No. PR05-11-000

The Cincinnati Gas & Electric Company 139 East Fourth Street Rm 25 ATII P.O. Box 960 Cincinnati, OH 45201-0960

Attention: Mr. William A. Tucker

Manager, Tariffs and Certificates

Reference: Petition for Rate Approval

Dear Mr. Tucker:

- 1. On March 1, 2005, The Cincinnati Gas & Electric Company (Cincinnati) filed a new rate election pursuant to section 284.123(b)(1)(ii) of the Commission's regulations. Specifically, Cincinnati proposes to utilize a cost-based rate and seeks approval to charge a maximum interruptible transportation rate under its Order No. 63 blanket certificate of \$0.4916 per Mcf as approved by the Public Utilities Commission of Ohio (PUCO). The proposed rate is subject to discounting, as provided for in the interruptible transportation service rate schedule, on a nondiscriminatory basis. Cincinnati proposes a March 1, 2005 effective date. The Commission finds that the proposed uncontested rate is fair and equitable. Subject to the conditions set forth below, the Commission accepts Cincinnati's notice of rate election and related Operating Statement to be effective as proposed.
- 2. On June 24, 1985, the Commission issued Order No. 63, granting Cincinnati a blanket certificate pursuant to section 284.224 of the Commission's regulations. In accordance with Cincinnati's Order No. 63 blanket certificate, the commodity charge included in the current interruptible transportation service rate will be the sole charge applicable to the service rendered and will supplant the rate previously accepted by the

Commission in Docket No. PR02-13-000. The terms and conditions of service set forth in the Operating Statement will govern the provision of service under Cincinnati's Order No. 63 blanket certificate.

- 3. Public notice of Cincinnati's filing was issued on April 7, 2005. Interventions and protests were due as provided in section 154.210 of the Commission's regulations (18 C.F.R. § 154.210 (2005)). Pursuant to Rule 214 of the Commission's Rules of Practice and Procedure (18 C.F.R. § 385.214 (2005)), all timely filed motions to intervene and any motions to intervene out-of-time filed before the issuance date of this order are granted. No protests were filed.
- 4. On or before March 1, 2008, Cincinnati shall submit an informational filing with cost, revenue and throughput data to justify its rate. The informational filing should be sufficient to allow the Commission to determine whether any change in Cincinnati's rate may be necessary. This letter order does not relieve Cincinnati of its obligation to file the required reports under section 284 of the Commission's regulations.

By direction of the Commission. Commissioner Brownell dissenting in part with a separate statement attached.

(SEAL)

Magalie R. Salas, Secretary.

UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

Cincinnati Gas & Electric Company

Docket No. PR05-11-000

(Issued July 27, 2005)

Nora Mead BROWNELL, Commissioner dissenting in part:

I would not impose a requirement to file additional information to the reports already required by our regulations every three years.

Nora Mead Brownell